

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

CITY OF MT. STERLING AND MAIN CROSS  
DEVELOPMENT CORP.

COMPLAINANTS

v.

KENTUCKY UTILITIES COMPANY

DEFENDANT

CASE NO. 94-226

ORDER TO SATISFY OR ANSWER

Kentucky Utilities Company ("KU") is hereby notified that it has been named as defendant in a formal complaint filed on June 3, 1994, a copy of which is attached hereto.

Pursuant to 807 KAR 5:001, Section 12, KU is HEREBY ORDERED to satisfy the matters complained of or file a written answer to the complaint within 10 days from the date of service of this Order.

Should documents of any kind be filed with the Commission in the course of this proceeding, the documents shall also be served on all parties of record.

Done at Frankfort, Kentucky, this 10th day of June, 1994.

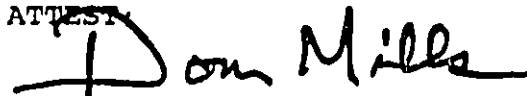
PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:



Executive Director

Becky

Before the Public Service Commission

The City of Mt. Sterling )  
& Main Cross Development Corp. )  
Complainants )  
vs. )  
Kentucky Utilities Company )  
One Quality Place )  
Lexington, KY )  
Defendant )

No. 94-226

RECEIVED

JUN 03 1994

PUBLIC SERVICE  
COMMISSION

Complaint

The complaint of The City of Mt. Sterling & the Main Cross Development Corporation respectfully show:

(a) That the City of Mt. Sterling, 40 Broadway, Mt. Sterling, KY 40353 and Main Cross Development a non-profit agency, 51 North Maysville Street Mt. Sterling, Ky 40353 are the complainants.

(b) That Kentucky Utilities Company, One Quality Street, Lexington, Ky 40507 is defendant.

(c) That Kentucky Utilities Company has denied a request for a single meter point for a 52 unit elderly housing unit being developed in downtown Mt. Sterling based on 807 KAR 5:046 Prohibition of Master Metering.

The facility in question is a three story plus basement subsidized elderly housing unit with a central heating, ventilating and air conditioning system. The project will redevelop a blighted area of downtown and is financed by grants from Kentucky Housing and Community Development Block Grant and funds are limited. This renovation/rehabilitation will be expensive as they must conform to The Secretary of Interiors standards for historic preservation. This project will save 10 buildings, built between 1890 and 1910 that are currently endangered, for adaptive use. This portion of the project will be exclusively used as elderly housing.

Utilities will be included in the rents and single apartment metering will be both redundant, expensive and confusing to the non-profit agency responsible for running the complex. A specific analysis of the cost difference has been prepared by Chrisman, Miller & Woodford Architects and is attached to this document.

WHEREFORE, complainants ask that the Public Service Commission grant an exception to 807 KAR 5:046 Prohibition of Master Metering as allowed under Section 4 of that regulation.

Dated at Mt. Sterling, Kentucky this 19th day of May, 1994.

Bert May  
Bert May, Mayor City of Mt. Sterling

Del White  
Del White, Executive Director  
Main Cross Development

PROJECT NO. 1202-4.01 NAME Main Cross DATE 5/20 PAGE      OF       
SUBJECT Construction Cost Comparison - Single Motor vs. Huntington BY MDP

### Single Motor Job:

- (1) MDP
- (1) 75kW XFMR
- (1) busmax FMS
- (4) 107kW XFMR

12,750 LF  
255 LF

10,200 LF MORE OF  
3" 4, 1/8" GND, 1 1/4" C

- 1 METER VS 51 METERS

- 10,200 more LF OF Conduit -  $10,200 \times 9.20 = \$73,840$

OR =  $244.50 + 3.70 \times 9.20$

- Delete 4 House Panels  
 $4 \times 1100 = \$4,400$

$135 \times 51 = \$6,885$   
 $(8 \times 11) = \$1,300$

Delete MDP = \$14,000

Add (2) 4 500, 1 1/4, 4" C (175 FI) =  $18.5041 \times 175 = \$3,237$

73,840  
+ 6,885  
- 4,400  
- 1,300  
- 14,000  
+ 3,237

\$57,788

Our Fees (we will need to Redesign)  
2 weeks (80 HRS) @ \$50/hr = \$4,000

\$57,788 + 4,000

= 61,788

\$62,000